



JACKIE LACEY  
LOS ANGELES COUNTY DISTRICT ATTORNEY

18000 CLARA SHORTRIDGE FOLTZ CRIMINAL JUSTICE CENTER  
210 WEST TEMPLE STREET LOS ANGELES, CA 90012-3210 (213) 974-3501

April 15, 2014

The Honorable Board of Supervisors  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, California 90012

Dear Supervisors:

## ADOPTED

BOARD OF SUPERVISORS  
COUNTY OF LOS ANGELES

37 April 15, 2014

*Sachi A. Hamai*  
SACHI A. HAMAI  
EXECUTIVE OFFICER

**AUTHORIZE THE DISTRICT ATTORNEY TO ENTER INTO GRANT AWARD AGREEMENTS (GAA) WITH THE STATE OF CALIFORNIA, DEPARTMENT OF INSURANCE (CDI) FOR THE WORKERS' COMPENSATION INSURANCE FRAUD (WCIF), DISABILITY AND HEALTHCARE INSURANCE FRAUD (DHIF), AND AUTOMOBILE INSURANCE FRAUD (AIF) PROGRAMS FOR FISCAL YEAR 2014-15 (ALL DISTRICTS) (3-VOTES)**

### SUBJECT

The Workers' Compensation Insurance Fraud (WCIF), Disability and Healthcare Insurance Fraud (DHIF), and Automobile Insurance Fraud (AIF) Programs support enhanced investigation and prosecution of workers' compensation fraud cases, fraudulent disability and healthcare insurance claims, and organized automobile insurance fraud activity, respectively. The District Attorney is requesting the Board sign the attached resolutions required to enter into Grant Award Agreements (GAA) with California Department of Insurance (CDI) for grant funds for Fiscal Year (FY) 2014-15.

### **IT IS RECOMMENDED THAT THE BOARD:**

Adopt the attached Resolutions authorizing the District Attorney to enter into an agreement for each of the WCIF, DHIF, and AIF Programs with the State of California, Department of Insurance (CDI) for the period of July 1, 2014 to June 30, 2015. There is no required County match for these grants.

### **PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION**

On February 14, 2014, the District Attorney's Office (DA) received the FY 2014-15 Request for Applications (RFAs) for WCIF, DHIF, and AIF Programs. The objective of these programs is to

promote coordination and active partnerships in anti-fraud efforts.

The attached resolutions require Board adoption as part of the Grant Award Agreement (GAA). The attached resolutions have been approved as to form by County Counsel and adoption of the resolutions will satisfy County and State requirements.

### **Implementation of Strategic Plan Goals**

The recommended actions support the County's Strategic Plan Goal No. 3, Integrated Services Delivery, by ensuring that the committed efforts of the public safety partners continue to maintain and improve the safety and security of the people of Los Angeles County, by using funds for law enforcement operation costs that enhance the quality of criminal investigations for prosecution.

### **FISCAL IMPACT/FINANCING**

The District Attorney's Office will notify your Board once funds have been awarded to WCIF, DHIF, and AIF Programs for FY 2014-15.

### **FACTS AND PROVISIONS/LEGAL REQUIREMENTS**

Pursuant to Insurance Code Sections 1872.83(d) (WCIF), 1872.85 (c)(2) (DHIF), and 1872.8(b)(1) (D) (AIF), CDI is authorized to award and distribute certain funds to District Attorneys submitting plans approved by the Fraud Division for the increased investigation and prosecution of workers' compensation fraud cases, fraudulent disability and healthcare insurance claims, and organized automobile insurance fraud activity, respectively.

The DA has been awarded funding for the WCIF for the past twenty-three years, DHIF for nine years, and AIF for twenty-one years.

### **IMPACT ON CURRENT SERVICES (OR PROJECTS)**

These programs do not propose attorney staff augmentation. Therefore, the DA is not subject to the Board Motion of December 15, 1998, requiring clearance with the Alternate Public Defender, Probation, Public Defender, and Sheriff's Departments.

### **CONCLUSION**

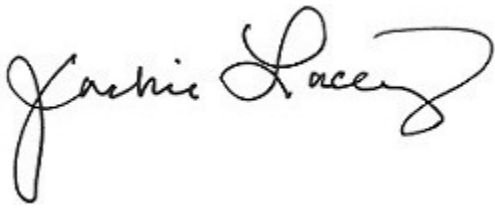
Following Board approval, the Executive Officer-Clerk of the Board is requested to return two (2) copies of the adopted Board Letter, and two (2) copies each of the executed Resolutions to Emily Aidells, District Attorney's Office, 201 N. Figueroa Street, Suite 1300, California, 90012. Any questions may be directed to Ms. Aidells at (213) 202-7674.

The Honorable Board of Supervisors

4/15/2014

Page 3

Respectfully submitted,

A handwritten signature in black ink, reading "Jackie Lacey". The signature is written in a cursive, flowing style with a large initial "J" and a long, sweeping underline.

JACKIE LACEY

District Attorney

no

Enclosures

c: Executive Officer, Board of Supervisors  
Chief Executive Officer  
County Counsel

**BOARD OF SUPERVISORS  
COUNTY OF LOS ANGELES**

**RESOLUTION**

**Authorization to Accept a Grant Award from the  
State of California, Department of Insurance  
Pursuant to California Insurance Code  
Chapter 12, commencing with §1871, et seq.**

**WHEREAS, the provisions of §1872.8 of the California  
Insurance Code authorize the State of California, Department of Insurance to  
award and distribute certain funds to District Attorneys submitting plans  
approved by the Fraud Division for the increased investigation and  
prosecution of fraudulent automobile insurance claims; and the District  
Attorney is charged with providing prosecution of all felony offenses  
committed within this County; and**

**WHEREAS, the County of Los Angeles, acting through its Board of  
Supervisors, desires to combat automobile insurance fraud by undertaking a  
certain project designated the "Automobile Insurance Fraud Program" by the  
District Attorney, to be funded through funds made available by the Insurance  
Fraud Prevention Act as provided for pursuant to California Insurance Code  
§1872.8, administered by the State of California, Department of Insurance; and**

**WHEREAS, the State of California, Department of Insurance  
approved the fraud reduction plan submitted by the Los Angeles County District  
Attorney's Office for FY 2014-2015, for the Automobile Insurance Fraud Program  
for this specific task.**

**NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors  
of the County of Los Angeles hereby authorizes and approves acceptance of grant  
funds from the State of California, Department of Insurance, to be used**

1 exclusively for the program designated the "Automobile Insurance Fraud Program"  
2 for the period covering July 1, 2014 to June 30, 2015;

3 BE IT FURTHER RESOLVED that the County of Los Angeles  
4 hereby authorizes the District Attorney to serve as Project Director and to  
5 perform all further tasks necessary for the completion of the project,  
6 including any extensions, execution and submission of amendments,  
7 progress reports, and payment requests relating to the Grant Award  
8 Agreement;

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1 I DO HEREBY CERTIFY that at a regular meeting of the Board of  
2 Supervisors of the County of Los Angeles, on this 15<sup>th</sup> day of  
3 April, 2014, the foregoing Resolution was adopted.

4 IN WITNESS WHEREOF, I have hereunto set my hand and  
5 affixed the seal of the Board of Supervisors of the County of Los Angeles  
6 this 15<sup>th</sup> day of April, 2014.



County of Los Angeles

By

Don Krabe  
Chairman, Board of Supervisors

13 APPROVED AS TO FORM  
14 BY COUNTY COUNSEL:

15 JOHN F. KRATTLI

16  
17 By

Jennifer A. D. Lehman  
Jennifer A. D. Lehman  
Principal Deputy County Counsel

ATTEST: SACHIA A. HAMAI  
EXECUTIVE OFFICER  
CLERK OF THE BOARD OF SUPERVISORS

By

Anta, Deputy

**BOARD OF SUPERVISORS  
COUNTY OF LOS ANGELES**

**RESOLUTION**

**Authorization to Accept a Grant Award from the  
State of California, Department of Insurance  
Pursuant to California Insurance Code  
Chapter 12, commencing with § 1871, et seq.**

**WHEREAS, the provisions of § 1872.83 of the California Insurance Code authorize the State of California, Department of Insurance to award and distribute certain funds to District Attorneys submitting plans approved by the Fraud Division for the increased investigation and prosecution of fraudulent workers' compensation claims; and the District Attorney is charged with providing prosecution of all felony offenses committed within this County; and**

**WHEREAS, the Board of Supervisors of Los Angeles County recognizes that fraudulent claims are costing our citizens millions of dollars annually, with thousands of jobs being lost due to local business closures precipitated by escalating workers' compensation costs caused by fraud; and**

**WHEREAS, the County of Los Angeles, acting through its Board of Supervisors, desires to combat workers' compensation insurance fraud by undertaking a certain project designated the "Workers' Compensation Insurance Fraud Program" by the District Attorney, to be funded through funds made available by the Insurance Fraud Prevention Act as provided for pursuant to California Insurance Code § 1872.83, administered by the State of California, Department of Insurance; and**

**WHEREAS, the State of California, Department of Insurance approved the fraud reduction plan submitted by the Los Angeles County District**

1 Attorney's Office for FY 2014-2015, for the Workers' Compensation Insurance  
2 Fraud Program for this specific task.

3 NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors  
4 of the County of Los Angeles hereby authorizes and approves acceptance of grant  
5 funds from the State of California, Department of Insurance, to be used  
6 exclusively for the program designated the "Workers' Compensation Insurance  
7 Fraud Program" for the period covering July 1, 2014 to June 30, 2015;

8 BE IT FURTHER RESOLVED that the County of Los Angeles  
9 hereby authorizes the District Attorney to serve as Project Director and to  
10 perform all further tasks necessary for the completion of the project, including  
11 any extensions, execution and submission of amendments, progress reports,  
12 and payment requests relating to the Grant Award Agreement;

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9 County of Los Angeles

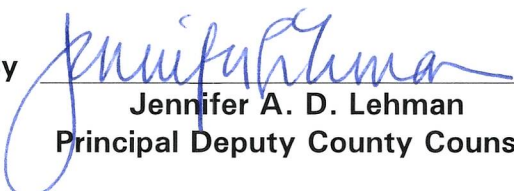
10 By

  
Chairman, Board of Supervisors

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13 APPROVED AS TO FORM  
BY COUNTY COUNSEL:

14 JOHN F. KRATTLI

15  
16 By

  
Jennifer A. D. Lehman  
Principal Deputy County Counsel

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ATTEST: SACHI A. HAMAI  
EXECUTIVE OFFICER  
CLERK OF THE BOARD OF SUPERVISORS

By , Deputy

1                                   **BOARD OF SUPERVISORS**  
2                                   **COUNTY OF LOS ANGELES**

3                                   **RESOLUTION**

4                                   **Authorization to Accept a Grant Award from the**  
5                                   **State of California, Department of Insurance**  
6                                   **Pursuant to California Insurance Code**  
7                                   **Chapter 12, commencing with § 1871, et seq.**

8                                   **WHEREAS, the provisions of § 1872.85 of the California**  
9                                   **Insurance Code authorize the State of California, Department of Insurance to**  
10                                   **award and distribute certain funds to District Attorneys submitting plans**  
11                                   **approved by the Fraud Division for the increased investigation and**  
12                                   **prosecution of fraudulent disability and healthcare insurance claims; and the**  
13                                   **District Attorney is charged with providing prosecution of all felony offenses**  
14                                   **committed within this County; and**

15                                   **WHEREAS, the Board of Supervisors of Los Angeles County**  
16                                   **recognizes that fraudulent healthcare and disability insurance claims are costing**  
17                                   **our citizens millions of dollars annually, as reflected in higher insurance premiums**  
18                                   **and increased costs for medical services and equipment; and**

19                                   **WHEREAS, the County of Los Angeles, acting through its Board**  
20                                   **of Supervisors, desires to combat disability and healthcare insurance fraud**  
21                                   **by undertaking a certain project designated the "Disability and Healthcare**  
22                                   **Insurance Fraud Program" by the District Attorney, to be funded pursuant to**  
23                                   **the Insurance Fraud Prevention Act as provided in California Insurance Code**  
24                                   **§ 1872.85 and administered by the State of California, Department of**  
25                                   **Insurance; and**

26                                   **WHEREAS, the State of California, Department of Insurance**  
                                  **approved the fraud reduction plan submitted by the Los Angeles County District**

1 Attorney's Office for FY 2014-2015, for the Disability and Healthcare Insurance  
2 Fraud Program.

3 NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors  
4 of the County of Los Angeles hereby authorizes and approves acceptance of grant  
5 funds from the State of California, Department of Insurance, to be used  
6 exclusively for the program designated the "Disability and Healthcare Insurance  
7 Fraud Program" for the period covering July 1, 2014 to June 30, 2015;

8 BE IT FURTHER RESOLVED that the County of Los Angeles  
9 hereby authorizes the District Attorney to serve as Project Director and to  
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County of Los Angeles

By *Don Krattli*  
Chairman, Board of Supervisors

13 APPROVED AS TO FORM  
14 BY COUNTY COUNSEL:

15 JOHN F. KRATTLI

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17 By *Jennifer A. D. Lehman*  
18 Jennifer A. D. Lehman  
19 Principal Deputy County Counsel

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ATTEST: SACHI A. HAMAI  
EXECUTIVE OFFICER  
CLERK OF THE BOARD OF SUPERVISORS.

By *Sachi A. Hamai*, Deputy